AMENDMENTS TO THE CLAIMS

This listing of claims will replace all prior versions, and listings, of claims in the application:

Listing of Claims:

- 1. (Currently Amended) A license enforcement system, comprising:
- a monitoring component that determines a current number (M) of users logged on to an application under a license; and

an enforcement component that dynamically takes corrective action if M exceeds an authorized number (N) of users permitted under the license; and

a validation component that periodically checks stored license data to ensure that the data has not been corrupted.

- 2. (Original) The system of claim 1, wherein corrective action includes providing a warning to one or more users.
- 3. (Original) The system of claim 1, wherein the corrective action comprises denying one or more users access to a license target, the license target including one of the application, a system and a device.
- 4. (Original) The system of claim 1, further comprising a license store for securely storing license data.
- (Cancelled)
- 6. (Currently amended) The system of claim [[5]] 1, further comprising a backup store that contains copies of stored license data.

- 7. (Original) The system of claim 6, wherein the validation component restores corrupted stored license data by copying data in the backup store to the license store.
- 8. (Original) The system of claim 1, further comprising an oversight component that observes the monitoring component to ensure that it is operating.
- 9. (Original) The system of claim 8, wherein the oversight component restarts the monitoring component if is stops operating.
- 10. (Original) The system of claim 9, wherein the oversight component shuts down the application if monitoring component cannot be restarted.
- 11. (Currently Amended) A license enforcement system comprising: a monitoring component that monitors use of a licensed application by one or more users in accordance with a license agreement; and

an enforcement component that takes corrective action upon notification by the monitoring component that there has been a violation of the license agreement; and a validation component that periodically checks stored license data to ensure that

the data has not been corrupted.

- 12. (Original) The system of claim 11, wherein the monitoring component monitors user logins.
- 13. (Original) The system of claim 11, wherein the monitoring component monitors hardware associated with the execution of an application.
- 14. (Original) The system of claim 11, wherein the monitoring component monitors use of other applications being executed concurrently with the licensed application.
- 15. (Original) The system of claim 11, wherein the corrective action corresponds warning one or more users of the licensing agreement violation.

- 16. (Original) The system of claim 11, wherein the corrective action corresponds to shutting down the licensed application.
- 17. (Original) The system of claim 11, further comprising an oversight component to observe the operation of the monitoring component and restart the component if it fails to operate properly.
- 18. (Original) The system of claim 11, further comprising a license store for storing licenses and data associated therewith.
- 19. (Cancelled)
- 20. (Currently Amended) A licensing system comprising:
- a license store that receives license data from a license component associated with a licensed application;
- a validation component that periodically checks stored license data to ensure that the data has not been corrupted;
- a monitoring component that monitors license data and utilization of the application to determine license violations; and
- an enforcement component that takes corrective action in response to notification of a license violation by the monitoring component;
- 21. (Original) The system of claim 20, wherein the license component comprises: an installation component that saves license data to the license store; and an activation component that provides a mechanism for activating the license component, wherein license data is saved to the license store by the installation component after the license is activated.
- 22. (Original) The system of claim 21, wherein license data includes a value indicative of the number of licenses provided by the license component.

- 23. (Original) The system of claim 21, wherein the license data includes license issue date and expiration date.
- 24. (Original) The system of claim 21, wherein the license data includes a hardware ID indicative of the hardware components of a computer system utilized to execute the licensed application and a license ID that uniquely identifies the license component.
- 25. (Original) The system of claim 20, further comprising a bypass component that disables the monitoring component and/or the enforcement component.
- 26. (Original) The system of claim 25, wherein the bypass component is a license component with a license code within a bypass range.
- 27. (Original) The system of claim 20, further comprising an interface component to facilitate information retrieval by a user.
- 28. (Original) The system of claim 27, wherein the interface is utilized by the enforcement component to provide notification to users in violation of a licensing agreement.
- 29. (Currently Amended) A method for enforcing licensing agreements comprising: monitoring license data in a data store and use of a licensed application; determining license violations, and initiating corrective action in response to detection of a license violation; and checking stored license data at defined intervals to ensure that the data has not been corrupted.
- 30. (Original) The method of claim 29, wherein determining license violations comprises comparing the number of users licensed to utilize the application against the number of users actually using the application.

- 31. (Original) The method of claim 30, wherein the number of users actually using an application corresponds to the number of users logged onto a system.
- 32. (Original) The method of claim 29, wherein determining license violations comprises comparing the number of licenses to the number of devices, a violation occurring where the number of devices is greater than the number of licenses.
- 33. (Original) The method of claim 29, wherein determining license violations comprises monitoring computer hardware configuration and comparing it with an allowable configuration specified by the licensing agreement.
- 34. (Cancelled)
- 35. (Currently amended) The method of claim [[34]] 29, further comprising retrieving license data from a backup store and saving it to the license store if license store data has been tampered with or corrupted.
- 36. (Original) The method of claim 29, wherein the license data is encrypted.
- 37. (Original) The method of claim 29, wherein the corrective action includes warning a user of the violation.
- 38. (Original) The method of claim 29, wherein the corrective action includes denying one or more users access to the application.
- 39. (Original) A computer readable medium having stored thereon computer executable instructions for carrying out the method of claim 29.

MS302986.01/MSFTP494US

40. (Currently Amended) A method of adding licenses to a computer system comprising:

activating a license component;

installing the license component on a computer, wherein installing the license component includes storing license data in a license store; and

checking stored license data on a periodic basis to ensure that the data has not been corrupted.

- 41. (Original) The method of claim 40, wherein activating a license comprises: generating a hardware ID; locating the license code; transmitting the hardware ID and a license code to an activation database; receiving an activation code from the database; and providing the activation code to the license component.
- 42. (Original) The method of claim 40, wherein license data includes a number of licenses.
- 43. (Original) A computer readable medium having stored thereon computer executable instructions for carry out the method of claim 40.